2013 Senate Bill 220 (LRB -2445)

An Act to create 66.1105 (6) (a) 12. and 66.1105 (6) (am) 2. g. of the statutes; relating to: lengthening the time during which tax increments may be allocated and expenditures for project costs may be made for Tax Incremental District Number 1 in the village of Wales. (FE)

2013					
06-14.	S.	Introduced by Senator Farrow; cosponsored by Representative Kapenga			
06-14.	S.	Read first time and referred to Committee on Workforce Development, Forestry, Mining, and Revenue			
06-27.	S.	Fiscal estimate received			
09-16.	S.	Senate Amendment 1 offered by Senator Farrow (LRB a0772)	362		
09-18.	S.	Public hearing held			
09-25.	S.	Executive action taken			
09-25.	S.	Report adoption of Senate Amendment 1 recommended by Committee on Workforce Development, Forestry, Mining, and Revenue, Ayes 5, Noes 0	377		
09-25.	S.	Report passage as amended recommended by Committee on Workforce Development, Forestry, Mining, and Revenue, Ayes 5, Noes 0	377		
09-25.	S.	Available for scheduling			
10-07.	S.	Referred to Joint Committee on Finance by Committee on Senate Organization pursuant to Senate Rule 41 (1)(e), Ayes 5, Noes 0	390		
10-07.	S.	Withdrawn from joint committee on Finance and made Available for Scheduling by Committee on Senate Organization pursuant to Senate Rule 41 (1)(e), Ayes 5, Noes 0	390		
10-07.	S.	Placed on calendar 10-8-2013 pursuant to Senate Rule 18(1)			
10-08.	S.	Read a second time			
10-08.	S.	Senate Amendment 1 adopted	394		
10-08.	S.	Ordered to a third reading			
10-08.	S.	Rules suspended	394		
10-08.	S.	Read a third time and passed, Ayes 32, Noes 0	394		
10-08.	S.	Ordered immediately messaged	395		
10-09.	A.	Received from Senate	342		
10-22.	A.	Read first time and referred to committee on Rules	382		
10-31.	A.	Placed on calendar 11-5-2013 by Committee on Rules			
11-05.	A.	Read a second time			
11-05.	A.	Ordered to a third reading			
11-05.	A.	Rules suspended			
11-05.	A.	Read a third time and concurred in			
11-05.	A.	Ordered immediately messaged			
11-06.	S.	Received from Assembly concurred in			



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ADOF	TED DOC	UMENTS:		
Ø o	rig 🗆	Engr	SubAmdt	13-2445/
Amen	dments to	above (if n	one, write "NONE"	s. SAI - a.0772/
Corre	ctions – sh	ow date (if	none, write "NONI	E"): NONE
Topic	Rel			
			11-6-13 Date	SRAulle Enrolling Drafter



State of Misconsin 2013 - 2014 LEGISLATURE



2013 SENATE BILL 220

June 14, 2013 - Introduced by Senator Farrow, cosponsored by Representative Kapenga. Referred to Committee on Workforce Development, Forestry, Mining, and Revenue.

AN ACT to create 66.1105 (6) (a) 12. and 66.1105 (6) (am) 2. g. of the statutes;

relating to: lengthening the time during which tax increments may be

allocated and expenditures for project costs may be made for Tax Incremental

District Number 1 in the village of Wales.

Analysis by the Legislative Reference Bureau

Under the current tax incremental financing program, a city or village may create a tax incremental district (TID) in part of its territory to foster development if at least 50 percent of the area to be included in the TID is blighted, in need of rehabilitation or conservation, suitable for industrial sites, or suitable for mixed—use development. Currently, towns and counties also have a limited ability to create a TID under certain circumstances. Before a city or village may create a TID, several steps and plans are required. These steps and plans include public hearings on the proposed TID within specified time frames, preparation and adoption by the local planning commission of a proposed project plan for the TID, approval of the proposed project plan by the common council or village board, approval of the city's or village's proposed TID by a joint review board that consists of members who represent the overlying taxation districts, and adoption of a resolution by the common council or village board that creates the TID as of a date provided in the resolution.

Also under current law, once a TID has been created, the Department of Revenue (DOR) calculates the "tax incremental base" value of the TID, which is the equalized value of all taxable property within the TID at the time of its creation. If the development in the TID increases the value of the property in the TID above the

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base value, a "value increment" is created. That portion of taxes collected on the value increment in excess of the base value is called a "tax increment." The tax increment is placed in a special fund that may be used only to pay back the project costs of the TID.

The project costs of a TID, which are initially incurred by the creating city or village, include public works such as sewers, streets, and lighting systems; financing costs; site preparation costs; and professional service costs. DOR authorizes the allocation of the tax increments until the TID terminates or, generally, 20 years, 23 years, or 27 years after the TID is created, depending on the type of TID and the year in which it was created. Also under current law, a city or village may not generally make expenditures for project costs later than five years before the unextended termination date of the TID. Under certain circumstances, the life of the TID, the expenditure period, and the allocation period may be extended.

Under this bill, with regard to TID number 1 in the village of Wales, expenditures for project costs may be made for up to 27 years after the TID was created and DOR may allocate tax increments for up to 37 years after the TID's creation.

For further information see the *local* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

Section 1. 66.1105 (6) (a) 12. of the statutes is created to read:

66.1105 (6) (a) 12. Thirty-seven years after the tax incremental district is created if the district is Tax Incremental District Number 1 in the village of Wales.

SECTION 2. 66.1105 (6) (am) 2. g. of the statutes is created to read:

66.1105 (6) (am) 2. g. Expenditures for project costs for Tax Incremental

District Number 1 in the village of Wales. Such expenditures may be made no later

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than 27/years after the district is created and may be made through 2026

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SENATE AMENDMENT 1, TO SENATE BILL 220

September 16, 2013 - Offered by Senator Farrow.

At the locations indicated, amend the bill as follows:

1. Page 2, line 7: delete "27" and substitute "32".

2. Page 2, line 7: delete "2026" and substitute "2038".

(END)